



**STATE OF TENNESSEE
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATE CAPITOL
NASHVILLE, TENNESSEE 37243-0285**

**C. WARREN NEEL, Ph.D.
COMMISSIONER**

**FOR IMMEDIATE RELEASE
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April Revenues

Nashville – On an accrual basis April is the ninth month in the 2001-2002 fiscal year. Department of Revenue tax collections were \$901.8 million, a decrease of \$105.3 million or –10.46% over last year.

Revenues were \$146.5 million less than the budgeted estimates, Finance and Administration Commissioner C. Warren Neel announced today. The general fund had an undercollection of \$117 million and the four other funds undercollected by \$29.5 million for the month.

Sales tax collections increased by 0.89% in April which is \$17 million less than the estimate. For the year sales tax collections have increased only \$4.5 million or 0.13%. The budgeted increase was 3.07%.

Franchise and excise taxes combined were \$241.5 million for the month, a decrease of \$52.3 million or –17.79% for the month. Collections were \$62.4 million less than the estimate.

Gasoline taxes and motor vehicle registrations were \$12 million less than the budgeted estimates of \$99.5 million.

Year-to-date collections for nine months are nearly \$376 million less than the budgeted estimates for all funds and \$340.8 million less than the general fund estimate.

The budgeted revenue estimates are based upon the State Funding Board's consensus recommendation adopted by the first session of the 102nd General Assembly in June of last year.

<p align="center">REVENUE COLLECTIONS</p> <p align="center">APRIL, 2002, AND 9 MONTHS YEAR-TO-DATE</p>
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April Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	\$853,606,000	\$736,589,000	(\$117,017,000)
Highway Fund	62,388,000	53,361,000	(9,027,000)
Sinking Fund	19,782,000	19,646,000	(136,000)
City & County Fund	109,426,000	88,934,000	(20,492,000)
Earmarked Fund	3,150,000	3,319,000	169,000
Total	\$1,048,352,000	\$901,849,000	(\$146,503,000)

Year-To-Date Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	\$4,791,560,000	\$4,450,801,000	(\$340,759,000)
Highway Fund	438,900,000	431,228,000	(7,672,000)
Sinking Fund	176,837,000	175,923,000	(914,000)
City & County Fund	521,033,000	492,673,000	(28,360,000)
Earmarked Fund	23,253,000	25,007,000	1,754,000
Total	\$5,951,583,000	\$5,575,632,000	(\$375,951,000)

Table 1
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

Class of Tax	April		Change	Percent
	2001	2002		
Franchise & Excise	\$293,789,000	\$241,513,000	-\$52,276,000	-17.79%
Income	157,338,000	115,567,000	-41,771,000	-26.55%
Inheritance & Estate	16,290,000	12,565,000	-3,725,000	-22.87%
Gasoline	43,571,000	44,125,000	554,000	1.27%
Petroleum Special	4,739,000	4,843,000	104,000	2.19%
Tobacco	5,644,000	7,307,000	1,663,000	29.46%
Beer	1,176,000	1,411,000	235,000	19.98%
Motor Vehicle Registration	44,209,000	28,052,000	-16,157,000	-36.55%
Motor Vehicle Title	908,000	971,000	63,000	6.94%
Mixed Drink	3,097,000	3,295,000	198,000	6.39%
Business	424,000	285,000	-139,000	-32.78%
Privilege	13,588,000	17,692,000	4,104,000	30.20%
Gross Receipts	134,000	274,000	140,000	104.48%
TVA - In Lieu of Tax Payment	16,130,000	16,544,000	414,000	2.57%
Alcoholic Beverage	2,526,000	2,660,000	134,000	5.30%
Sales and Use	390,703,000	394,185,000	3,482,000	0.89%
Motor Vehicle Fuel	12,801,000	10,455,000	-2,346,000	-18.33%
Severance	115,000	106,000	-9,000	-7.83%
Coin-operated Amusement	0	0	0	0.00%
Total	\$1,007,183,000	\$901,849,000	(\$105,334,000)	-10.46%

Table 2
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

Class of Tax	August - April		Change	Percent
	2000-2001	2001-2002		
Franchise & Excise	\$904,613,000	\$728,238,000	-\$176,375,000	-19.50%
Income	183,896,000	137,699,000	-46,197,000	-25.12%
Inheritance & Estate	66,897,000	71,500,000	4,603,000	6.88%
Gasoline	424,255,000	421,006,000	-3,249,000	-0.77%
Petroleum Special	46,411,000	45,927,000	-484,000	-1.04%
Tobacco	59,736,000	61,187,000	1,451,000	2.43%
Beer	11,453,000	11,751,000	298,000	2.60%
Motor Vehicle Registration	155,329,000	158,406,000	3,077,000	1.98%
Motor Vehicle Title	7,847,000	7,861,000	14,000	0.18%
Mixed Drink	25,457,000	26,765,000	1,308,000	5.14%
Business	3,201,000	3,679,000	478,000	14.93%
Privilege	116,697,000	135,352,000	18,655,000	15.99%
Gross Receipts	15,982,000	15,880,000	-102,000	-0.64%
TVA - In Lieu of Tax Payment:	145,981,000	150,252,000	4,271,000	2.93%
Alcoholic Beverage	22,561,000	22,820,000	259,000	1.15%
Sales and Use	3,461,784,000	3,466,324,000	4,540,000	0.13%
Motor Vehicle Fuel	110,249,000	110,121,000	-128,000	-0.12%
Severance	850,000	852,000	2,000	0.24%
Coin-operated Amusement	26,000	12,000	-14,000	-53.85%
Total	\$5,763,225,000	\$5,575,632,000	(\$187,593,000)	-3.26%

Table 3
August - April Revenue Overcollections/(Undercollections)
Budgeted Estimate

	General Fund	Other Funds	Total
Sales Tax	\$ (102,100,000)	\$ (5,500,000)	\$ (107,600,000)
Inheritance Tax	(2,700,000)	0	(2,700,000)
TVA Payment	900,000	500,000	1,400,000
Gasoline & Motor Vehicle Registration	(1,200,000)	(12,000,000)	(13,200,000)
Other Taxes	(28,300,000)	(18,200,000)	(46,500,000)
Sub-Total	\$ (133,400,000)	\$ (35,200,000)	\$ (168,600,000)
F & E Taxes	(207,400,000)	0	(207,400,000)
Total	<u>\$ (340,800,000)</u>	<u>\$ (35,200,000)</u>	<u>\$ (376,000,000)</u>

April Revenue Report

(in millions)

April is the 9th month of fiscal year 2001-02 on an accrual basis.

TOTAL TAX COLLECTIONS April 2002, \$901.8

Performance versus the estimate for the month

<u>Estimate</u>	<u>Difference</u>	<u>Percentage</u>
\$1,048.4	-\$146.5	-14.0%

TOTAL TAX COLLECTIONS Y-T-D April 2002, \$5,575.6

Performance versus the estimate Y-T-D

<u>Estimate</u>	<u>Difference</u>	<u>Percentage</u>
\$5,951.6	-\$376.0	-6.3%